## TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



## FISCAL MEMORANDUM

SB 79 - HB 142

February 10, 2023

**SUMMARY OF BILL AS AMENDED (003596):** Establishes that a commercial driver license issued with a hazardous materials endorsement expires on the date the hazardous materials endorsement authorization expires. Effective January 1, 2024.

## FISCAL IMPACT OF BILL AS AMENDED:

Other Fiscal Impact – To the extent that the required modifications to the Department of Safety's A-List system can be accomplished within available resources provided under the current vendor contract, the proposed legislation will not result in a significant increase in state expenditures. Otherwise, those modifications could result in a one-time increase in state expenditures of up to \$21,000 in FY23-24.

Assumptions for the bill as amended:

- The proposed legislation may cause some commercial drivers licenses to expire earlier than originally anticipated resulting in a shift in state revenue from one fiscal year to another. Any impact to state revenue associated with such expirations is estimated to be not significant.
- According to the Department of Safety (DOS), implementation of the proposed legislation will require software modifications to the department's A-List system. As provided by the relevant vendor, the cost to perform these modifications is estimated to be \$21,000. It is assumed that these modifications can be accomplished by the vendor under the current contractual agreement without a need for additional expenditures; therefore, any fiscal impact to DOS is estimated to be not significant.
- However, if the scope of work required by this and other legislation subsequently enacted exhausts the relevant contract provision, the proposed legislation could result in an increase in state expenditures up to \$21,000 in FY23-24.

## **CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

Krista Lee Carsner, Executive Director

Kista Les Caroner

/mk